

**AGREEMENT BETWEEN  
THE WASHINGTON STATE GAMBLING COMMISSION  
And  
THE JAMESTOWN S'KLALLAM TRIBE**

**Whereas**, the State of Washington ("State") and the Jamestown S'Klallam Tribe ("Tribe") have executed a Class III Gaming Compact ("Compact"); and

**Whereas**, Section XI of the Compact provides that the Tribe shall reimburse the State for the monitoring, investigative, and processing costs incurred by the State Gaming Agency ("SGA") in connection with the Tribe's Gaming Operation; and

**Whereas**, Section 13 of Appendix X to the Compact establishes procedures for calculation and payment of State regulatory fees; and

**Whereas**, on December 1, 1999 the Tribe sent the SGA a letter expressing the Tribe's disagreement with the bill for regulatory monitoring of the Tribe's Gaming Operation for the year 2000; and

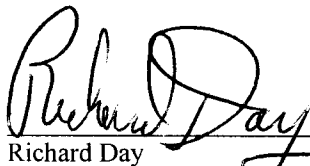
**Whereas**, in March of 2000, the Tribe began to place into a designated bank account each month the difference between the State's 1999 billing rate and the billing rate for the years 2000, 2001 and 2002 as a result of this dispute; and

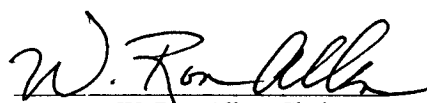
**Whereas**, Tribe and State wish to settle this dispute and move forward in partnership for the regulation and control of all Class III gaming;

**Now, therefore**, the parties hereby agree to the following provisions:

1. For settlement of disputed regulatory fees incurred through December 31, 2001, the Tribe agrees to pay the State \$50,000, with payment due upon execution of this agreement.
2. For calendar year 2002, in accordance with the alternative fee agreement provisions of Section 13.4.3 of Appendix X, the Tribe agrees to pay the state a regulatory fee of \$55,000 without the benefit of credit towards 2003 fees as would otherwise be the case. Payment of said fee shall be in monthly installments of \$4583 due in advance on the first of each month. Upon execution of this agreement payment shall be due the state for the difference between the amounts otherwise due under these terms and the amount actually paid from January 1, 2002 to the date of this agreement.
3. For calendar year 2003 and thereafter, regulatory fees shall be determined and paid as provided in Section 13 or Appendix X.

Signed this 19th day of July, 2002.

  
Richard Day  
Executive Director, WSGC

  
W. Ron Allen, Chairman  
Jamestown S'Klallam Tribe